

**COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION**

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In the Matter of:

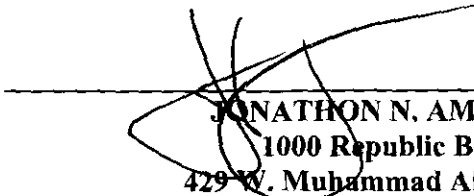
PETITION OF SOUTHEAST TELEPHONE, INC.)	
FOR ARBITRATION OF CERTAIN TERMS AND)	CASE NO.
CONDITIONS OF THE PROPOSED)	2003-00115
AGREEMENT WITH KENTUCKY ALLTEL, INC.,)	
PURSUANT TO THE COMMUNICATIONS ACT)	
OF 1934, AS AMENDED BY THE)	
TELECOMMUNICATIONS ACT OF 1996)	

**PREFILED DIRECT TESTIMONY
OF
BRAD HALL**

ON BEHALF OF

SOUTHEAST TELEPHONE, INC.

November 10, 2003


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COUNSEL TO SOUTHEAST TELEPHONE, INC.

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BEFORE THE PUBLIC SERVICE COMMISSION**

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PETITION OF SOUTHEAST TELEPHONE, INC.)	
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TELECOMMUNICATIONS ACT OF 1996)	

**PREFILED DIRECT TESTIMONY
OF
BRAD HALL**

1 **Q. WHAT IS YOUR NAME?**

2 A. My name is Brad Hall.

3 **Q. WHAT IS YOUR EDUCATIONAL AND PROFESSIONAL**
4 **BACKGROUND?**

5 A. I am a graduate of Pikeville College with a double major in Computer Science
6 and Accounting. I have Masters of Business Administrations from Morehead
7 State University. I was employed from 1997 through 1998 by the University of
8 Kentucky as a Senior Accountant in Plant Assets. In 1998, I was hired as
9 Comptroller, by Mountain Water District. I left Mountain District in October
10 2001, to take my current position as Director of Operations with SouthEast
11 Telephone, Inc.

1 **Q. WHAT ARE YOUR DUTIES AND RESPONSIBILITIES AT SOUTHEAST**
2 **TELEPHONE?**

3 A. When I first came to SouthEast Telephone, I was in charge of research and
4 development for the UNE-P ordering and provisioning process. I also directed
5 the development a cost analysis audit for our corporation's UNE-P products.
6 Currently, I am in charge of the provisioning department which is responsible for
7 placing all orders for customer services. I also oversee the general operations of
8 the corporation.

9 **Q. WHAT WILL BE THE NATURE OF YOUR TESTIMONY ON BEHALF**
10 **OF SOUTHEAST TELEPHONE?**

11 A. I will testify regarding the issues that are still unresolved in the arbitration
12 between SouthEast Telephone, Inc. and Kentucky ALLTEL, Inc.

13 **Q. THE ISSUES THAT REMAIN UNRESOLVED, ARE THEY SIMILAR IN**
14 **NATURE?**

15 A. Yes, they are all related to pricing and for the most part, they are unreasonable
16 and anti-competitive.

17 **Q. HOW SO, EXPLAIN SOUTHEAST TELEPHONE'S POSITION THAT**
18 **THE RATES SET FORTH IN ALLTEL'S PRICING ATTACHMENT ARE**
19 **UNREASONABLE AND ANTI-COMPETITIVE?**

20 A. We feel that the pricing reflected in the ALLTEL attachment eight (8) is
21 unreasonable in that the rates are considerably higher than other ILEC's operating
22 within Kentucky. The rates reflected in the pricing attachment are not
23 ALLTEL's cost based rates, but the rates of Verizon South, Inc. Furthermore, by

1 refusing to allow SouthEast Telephone access to UNEs, ALLTEL is violating
2 Section 251(c)(3) of the Telecommunications Act of 1996.

3 **Q. LET ME DIRECT YOUR ATTENTION TO THE SPREADSHEET**
4 **LABELED "COST DETAIL PER SERVICE," CAN YOU TELL ME**
5 **ABOUT THAT SPREAD SHEET?**

6 A. It is a comparison of the port and loop charges for a local UNE-P line for
7 BellSouth and ALLTEL, Kentucky. BellSouth's charges are listed first by zone
8 on the left hand side of the page with the same charges for ALLTEL are on the
9 right side of the page. The total costs from this spreadsheet was used in the
10 Service Comparison Spreadsheet.

11 **Q. CAN YOU DESCRIBE THE SPREADSHEET YOU JUST MENTIONED,**
12 **THE SERVICE COMPARISON SPREADSHEET.**

13 A. Yes, it is a comparison of rates for local UNE-P lines in similarly populated cities
14 within BellSouth and ALLTEL End Office locations.

15 **Q. WHAT WERE YOU ABLE TO DETERMINE FROM CONDUCTING**
16 **THIS COMPARISON?**

17 A. In a Zone by Zone comparison of End Offices based on similar populations,
18 ALLTEL's rate for a local a UNE-P line was approximately ten dollars (\$10.00)
19 more expensive in both Zones 1 and 2. Only in Zone 3 is ALLTEL's rate of
20 \$28.93 close to the BellSouth rate of \$31.74. However, SouthEast Telephone
21 feels that the Zone 3 rates for both BellSouth and ALLTEL are unreasonably high
22 and should be re-evaluated.

1 **Q. LET ME DIRECT YOUR ATTENTION TO THE PRICING PROPOSAL**
2 **FOR NON-RECURRING CHARGES (NRC'S), IS THIS THE PRICING**
3 **THE SOUTHEAST WANTS INSTITUTED IN ITS INTERCONNECTION**
4 **AGREEMENT WITH KENTUCKY ALLTEL?**

5 A. Yes.

6 **Q. CAN YOU DESCRIBE HOW THE PRICING PROPOSAL SPREADSHEET**
7 **IS SET UP MR. HALL?**

8 A. Yes, it is divided into three sections. The top section is the UNE Non-Recurring
9 Charges, the middle section is the Resale Non-Recurring Charges, and at the
10 bottom is the Miscellaneous Non-Recurring Charges. The Miscellaneous Charges
11 include items such as customer record searches on both resale and UNE accounts.
12 Each individual section has (1) a description of the item, (2) type of charge - new
13 installation; a switch as is; or a switch with changes, as well as the proposed
14 prices (3) for service ordered manually, (4) for service ordered mechanized, (5)
15 the provisioning charge for the first unit, and (6) for each additional units.

16 **Q. HOW DID YOU ARRIVE AT THE PRICES PROPOSED FOR THE NON-**
17 **RECURRING CHARGES?**

18 A. To arrive at the proposed prices, we prepared a spreadsheet comparing the
19 ALLTEL rates to the rates we are currently paying BellSouth. In our opinion, any
20 charge for a mechanized order is unreasonable since we are utilizing an electronic
21 OSS application thereby reducing both labor and time for ALLTEL.

1 **Q. ARE THERE ANY OTHER CHARGES THAT SOUTHEAST**
2 **TELEPHONE FEELS ARE UNREASONABLE?**

3 A. Yes. The Customer Record Search as referenced on the Non-Recurring Charges
4 Comparison Spreadsheet. A customer record search requires zero (0) labor or
5 time on the part of ALLTEL. It is simply an OSS function performed by a
6 SouthEast Telephone employee to view a customer service record of (CSR).
7 ALLTEL's proposed rate for a CSR on the resale side \$11.69 and \$4.21 on UNE.
8 This service is provided at no charge by BellSouth.

9 **Q. LET ME DIRECT YOUR ATTENTION TO THE PRICING PROPOSAL**
10 **FOR THE MONTHLY RECURRING CHARGES FOR PORT/LOOP**
11 **SERVICES. ARE THESE THE PRICES THAT SOUTHEAST SEEKS TO**
12 **HAVE INSTITUTED IN ITS INTERCONNECTION AGREEMENT WITH**
13 **KENTUCKY ALLTEL?**

14 A. Yes.

15 **Q. CAN YOU DESCRIBE THE PRICING PROPOSAL SPREADSHEET FOR**
16 **MONTHLY RECURRING CHARGES FOR PORT/LOOP SERVICE?**

17 A. The spreadsheet is divided into four sections. The first section is the Local UNE-
18 P Line, the second section is the ISDN BRI Line Side Port, the third section is the
19 DS1 ISDN PRI Digital Trunk Port, and the last section is the DS1 Digital
20 Trunk/Port. The individual sections are divided in a description of the item, zone,
21 proposed loop cost, proposed port cost, and proposed total cost.

1 **Q. ONLY THE FIRST PORTION OF THE SPREADSHEET HAS PROPOSED**
2 **COSTS, IS THERE A REASON FOR THIS?**

3 A. Yes, there is. For the ISDN BRI Line Side Port and the DS1 ISDN PRI Digital
4 Trunk Port, SouthEast Telephone will accept the BRI loop prices for all zones
5 proposed by ALLTEL, Kentucky. We will also accept the BRI port prices for all
6 zones as long as the port includes all channels as well as all features. With
7 regards to the DS1 Digital Trunk/Port, SouthEast will accept the DS1 loop prices
8 for all zones as proposed by ALLTEL, Kentucky. We will also accept DS1 port
9 prices for all zones as long as the port includes all channels as well as features.

10 **Q. THE PRICES THAT ARE PUT FORTH IN THE SPREADSHEET**
11 **ENTITLED USAGE & TRANSPORT CHARGES, ARE THOSE THE**
12 **RATES THAT SOUTHEAST SEEKS TO HAVE IMPLEMENTED IN**
13 **THEIR INTERCONNECTION AGREEMENT WITH KENTUCKY**
14 **ALLTEL?**

15 A. Yes.

16 **Q. WHAT IS SOUTHEAST'S PROPOSED RATE FOR LOCAL END OFFICE**
17 **SWITCHING?**

18 A. 0.0021580

19 **Q. WHAT IS SOUTHEAST'S PROPOSED RATE FOR COMMON**
20 **TRANSPORT?**

21 A. 0.0001196

1 **Q. WHAT IS SOUTHEAST'S PROPOSED RATE FOR COMMON**
2 **TRANSPORT MILEAGE?**

3 A. 0.0000039

4 **Q. WHAT IS SOUTHEAST'S PROPOSED RATE FOR TANDEM**
5 **SWITCHING?**

6 A. 0.0001073

7 **Q. WHAT IS SOUTHEAST'S PROPOSED BLENDED RATE?**

8 A. 0.0023888

9 **Q. MR. HALL, CAN YOU SUMMARIZE YOUR TESTIMONY FOR THE**
10 **COMMISSION?**

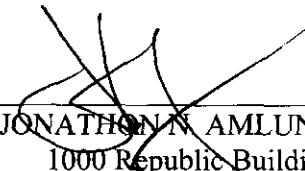
11 A. Certainly. SouthEast Telephone, Inc. feels that the pricing set forth in rate
12 attachment is unreasonable in that it is not cost based for ALLTEL, Kentucky.
13 We also feel that ALLTEL is acting in violation of the Telecommunications Act
14 of 1996 by refusing to provide SouthEast Telephone access to the UNE-P.

CERTIFICATE OF SERVICE

It is hereby certified that a true and correct copy of the foregoing was served via e-mail and U.S. mail to the following individuals on this the 10th day of November, 2003:

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Service Comparison without Feature Cost

Derby Zone	Altier End Office Names	Population	BellSouth End office Name	Population	Altier 2 Wire Voice Port/Loop	BellSouth 2 Wire Voice Port/Loop	Difference in Cost (%)
ZONE 1	LEXINGTON ELKHORN	No Data	Owensboro	54,176	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	RUSSELL	3,578	Maysville	8,998	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	SOMERSET	11,558	Danville	15,388	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	BEREA	10,838	Danville	15,388	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	LEXINGTON EAST	No Data	Owensboro	54,176	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	WILMORE	5,841	Maysville	8,998	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	NICHOLASVILLE	21,343	Danville	15,388	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	LEXINGTON SOUTH	No Data	Owensboro	54,176	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	CAMPBELLSVILLE	10,614	Danville	15,388	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	LEXINGTON LAKESIDE	No Data	Owensboro	54,176	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	LEXINGTON MAIN	No Data	Owensboro	54,176	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	LEXINGTON NORTH	No Data	Owensboro	54,176	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	VERSAILLES	7,447	Maysville	8,998	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	LONDON	7,528	Maysville	8,998	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 1	LEXINGTON SOUTHEAST	No Data	Owensboro	54,176	\$ 20.53	\$ 10.79	\$ 9.74
ZONE 2	ALBANY	2,248	Louisa	2,000	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	AUGUSTA	1,224	Earlington	1,603	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	BARBOURVILLE	3,521	Paintsville	3,980	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	BRODHEAD	1,196	Earlington	1,603	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	*BRYANTSVILLE	No Data	Paintsville	3,980	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	BURNSIDE	653	Earlington	1,603	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	CATLETTSBURG	1,918	Louisa	2,000	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	COLUMBIA	4,133	Pikeville	6,196	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	CUMBERLAND	2,432	Louisa	2,000	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	*EAST BERNSTADT	No Data	Paintsville	3,980	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	EUBANK	361	Earlington	1,603	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	EVARTS	1,084	Earlington	1,603	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	FLEMINGSBURG	3,045	Paintsville	3,980	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	GRAYSON	3,975	Paintsville	3,980	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	GREENSBURG	2,432	Louisa	2,000	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	HAZARD	4,746	Paintsville	3,980	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	IRVINE	2,794	Paintsville	3,980	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	JENKINS	2,337	Louisa	2,000	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	LANCASTER	3,946	Paintsville	3,980	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	*LEXINGTON UNIV KENTUCKY	No Data	Paintsville	3,980	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	MANCHESTER	1,674	Louisa	2,000	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	*MEADS	No Data	Paintsville	3,980	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	MIDWAY	1,590	Louisa	2,000	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	MONTICELLO	6,000	Pikeville	6,196	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	MOREHEAD	7,596	Oak Grove	7,813	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	MOUNT VERON	2,611	Louisa	2,000	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	OLIVE HILL	1,793	Louisa	2,000	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	OWINGSVILLE	1,512	Louisa	2,000	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	SCIENCE HILL	634	Louisa	2,000	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	*WHITE LILY	No Data	Carlisle	2,013	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 2	*WASHINGTON	No Data	Carlisle	2,013	\$ 25.32	\$ 15.52	\$ 9.80
ZONE 3	DOVER	320	Willisburg	309	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	*FAUBUSH	No Data	Carlisle	2,013	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	EWING	281	Warfield	279	\$ 28.93	\$ 31.74	\$ (2.81)

Deary Zone	Alt End Office Name	Population	BellSouth End Office Name	Population	Alt 2 Wire Voice Port/Loop	BellSouth 2 Wire Voice Port/Loop	Difference in Cost (+/-)
ZONE 3	*FLAT LICK	No Data	Carlisle	2,013	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	*GARRISON	No Data	Carlisle	2,013	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	GERMANTOWN	193	Lafayette	187	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	*FERNLEAF	No Data	Carlisle	2,013	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	BROOKSVILLE	601	Dixon	606	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	*JOHNSVILLE	No Data	Carlisle	2,013	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	*LEATHERWOOD	No Data	Carlisle	2,013	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	LEWISBURG	910	Mortons Gap	953	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	LIBERTY	1,856	Lebanon Junction	1,839	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	LIVINGSTON	228	Nebo	222	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	*MAYSLICK	No Data	Carlisle	2,013	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	MOUNT OLIVET	299	Wayland	291	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	*NANCY	No Data	Carlisle	2,013	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	*ONEIDA	No Data	Carlisle	2,013	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	*PAINT LICK	No Data	Carlisle	2,013	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	SHARPSBURG	300	Wayland	291	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	*SHOPVILLE	No Data	Carlisle	2,013	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	*TOLLESBORO	No Data	Carlisle	2,013	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	VANCEBURG	1,699	Sebree	1,567	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	VICCO	315	Willisburg	309	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	*HILLSBORO	No Data	Carlisle	2,013	\$ 28.93	\$ 31.74	\$ (2.81)
ZONE 3	HUSTONVILLE	348	Bremen	364	\$ 28.93	\$ 31.74	\$ (2.81)

*Population numbers used for comparison was the mean of the population numbers for the BellSouth Zone in question.
In turn that Mean Number was matched with a corresponding BellSouth Area.

Cost Detail Per Service

BellSouth					Alltel				
	2 Wire Voice Grade Loop		2 Wire Voice Grade Line Port	Total Cost		2 Wire Analog Loop	Basic Analog Line Side Port	Total Cost	
Zone 1	\$ 9.64	\$	1.15	\$ 10.79	\$	17.44	\$ 3.09	\$ 20.53	
Zone 2	\$ 14.37	\$	1.15	\$ 15.52	\$	22.23	\$ 3.09	\$ 25.32	
Zone 3	\$ 30.59	\$	1.15	\$ 31.74	\$	25.84	\$ 3.09	\$ 28.93	

Non-Recurring Charges (NRC's) Comparison

UNE Non-Recurring Charges						
	Description	Type	SOMAN	SOMECH	First Unit	Additional Unit(s)
Alltel	Analog Port/Loop	New Install	31.57	22.13	28.23	26.58
BellSouth	Analog Port/Loop	New Install	7.86	0.00	21.29	15.49
Alltel	Analog Port/Loop	Switch as Is	16.44	13.26	1.08	1.08
BellSouth	Analog Port/Loop	Switch as Is	7.86	0.00	0.10	0.10
Alltel	Analog Port/Loop	Switch w/Change	19.93	15.54	0.90	0.90
BellSouth	Analog Port/Loop	Switch w/Change	7.86	0.00	0.10	0.10
Alltel	Advanced Complex (DS-1 svrc)	New Install	48.35	34.53	681.24	303.66
BellSouth	Advanced Complex (DS-1 svrc)	New Install	7.86	0.00	736.16	382.64
Alltel	Advanced Complex (DS-1 svrc)	Switch as Is	24.06	19.67	51.51	34.17
BellSouth	Advanced Complex (DS-1 svrc)	Switch as Is	7.86	0.00	11.17	11.17
Alltel	Advanced Complex (DS-1 svrc)	Switch w/Change	37.08	28.31	82.31	64.97
BellSouth	Advanced Complex (DS-1 svrc)	Switch w/Change	7.86	0.00	11.17	11.17

Resale Non-Recurring Charges						
	Description	Type	SOMAN	SOMECH	First Unit	Additional Unit(s)
Alltel	Residential Analog Port/Loop	New Install	12.17	12.21	42.50	?
BellSouth	Residential Analog Port/Loop	New Install	19.99	3.50	34.95	12.48
Alltel	Residential Analog Port/Loop	Switch as Is	12.17	12.21	21.62	?
BellSouth	Residential Analog Port/Loop	Switch as Is	19.99	3.50	8.28	0.00
Alltel	Commercial Analog Port/Loop	New Install	12.17	12.21	42.50	?
BellSouth	Commercial Analog Port/Loop	New Install	19.99	3.50	61.66	18.58
Alltel	Commercial Analog Port/Loop	Switch as Is	12.17	12.21	21.62	?
BellSouth	Commercial Analog Port/Loop	Switch as Is	19.99	3.50	16.89	0.00

Miscellaneous Non-Recurring Charges			
	Description	Type	Cost
Alltel	Customer Record Search	Resale	11.69
BellSouth	Customer Record Search	Resale	0.00
Alltel	Customer Record Search	UNE	4.21
BellSouth	Customer Record Search	UNE	0.00
Alltel	Restoral Charge	Residential	34.40
BellSouth	Restoral Charge	Residential	29.12
Alltel	Restoral Charge	Commercial	34.4
BellSouth	Restoral Charge	Commercial	40.54

Pricing Proposal for Alltel Interconnection Monthly Recurring Charges for Port/Loop Services

Description	Zone	Loop Cost	Port Cost	Total Cost
Local UNE-P Line	1	10.00	2.00	12.00
Local UNE-P Line	2	13.50	2.00	15.50
Local UNE-P Line	3	18.50	2.00	20.50

The above are our proposed rates and we would agree to these rates as long as the port charges include all features.

Description	Zone	Loop Cost	Port Cost	Total Cost
ISDN BRI Line Side Port	1	*	*	*
ISDN BRI Line Side Port	2	*	*	*
ISDN BRI Line Side Port	3	*	*	*

*We will accept the BRI loop prices for all zones as proposed by Alltel. We will also accept the BRI port prices for all zones as long as the port includes all features.

Description	Zone	Loop Cost	Port Cost	Total Cost
DS1 ISDN PRI Digital Trunk Port	1	*	*	*
DS1 ISDN PRI Digital Trunk Port	2	*	*	*
DS1 ISDN PRI Digital Trunk Port	3	*	*	*

*We will accept the BRI loop prices for all zones as proposed by Alltel. We will also accept the BRI port prices for all zones as long as the port includes all channels as well as all features.

Description	Zone	Loop Cost	Port Cost	Total Cost
DS1 Digital Trunk/Port	1	*	*	*
DS1 Digital Trunk/Port	2	*	*	*
DS1 Digital Trunk/Port	3	*	*	*

*We will accept the DS1 loop prices for all zones as proposed by Alltel. We will also accept the DS1 port prices for all zones as long as the port includes all channels as well as all features.

**Pricing Proposal for Alltel Interconnection
Non-Recurring Charges (NRC's)**

UNE Non-Recurring Charges

Description	Type	SOMAN	SOMECH	First Unit	Additional Unit(s)
Analog Port/Loop	New Install	7.86	0.00	21.29	15.49
Analog Port/Loop	Switch as Is	7.86	0.00	0.10	0.10
Analog Port/Loop	Switch w/Change	7.86	0.00	0.10	0.10
Advanced Complex (DS-1 svrc)	New Install	7.86	0.00	736.16	382.64
Advanced Complex (DS-1 svrc)	Switch as Is	7.86	0.00	11.17	11.17
Advanced Complex (DS-1 svrc)	Switch w/Change	7.86	0.00	11.17	11.17

Resale Non-Recurring Charges

Description	Type	SOMAN	SOMECH	First Unit	Additional Unit(s)
Residential Analog Port/Loop	New Install	19.99	3.50	34.95	12.48
Residential Analog Port/Loop	Switch as Is	19.99	3.50	8.28	0.00
Commercial Analog Port/Loop	New Install	19.99	3.50	61.66	18.58
Commercial Analog Port/Loop	Switch as Is	19.99	3.50	16.89	0.00

Miscellaneous Non-Recurring Charges

Description	Type	Cost
Customer Record Search	Resale	0.00
Customer Record Search	UNE	0.00
Restoral Charge	Residential	29.12
Restoral Charge	Commercial	40.54

**Pricing Proposal for Alltel Interconnection
Usage & Transport Charges**

Description	Rate/Min
Local Switching:	
End Office Switching	0.0021580
Transport:	
Common Transport	0.0001196
Common Transport Mileage	0.0000039
Tandem Switching	0.0001073
Blended Rate	0.0023888